



City of Saint Paul

Randy C. Kelly, Mayor

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September 17, 2004

Council President Kathy Lantry, and
City Councilmembers
3rd Floor City Hall
15 West Kellogg Boulevard
St. Paul, MN 55102

Subject: Material for the September 22nd Budget Meeting

Dear Council President Lantry and City Councilmembers:

The attached material has been prepared for your use as background, and will be used by presenters at next Wednesday's meeting. Please bring this packet of advance material with you to the meeting.

We have been working on the information related to the discussion items listed on the City Council's 2004 Meeting Notice and Agenda for September 22, 2004, as distributed on Friday, September 17, 2004. The material that we could have ready by today is included in this document. Additional material is still being prepared and will be assembled and shared with the City Council early next week. The discussion items and materials included in this document are noted below:

- I) Review the Mayor's Proposed 2005 Capital Improvement Budget (Matt Smith, FSO Director)
- A) Explain How Mayor Kelly's Proposed Program Differs with the CIB Committee's Recommendations (Matt Smith & Peter Butler, Office of Financial Services)

The CIB Committee reviewed the changes proposed by the Mayor (listed below) and unanimously approved the 2005 proposed budget, as summarized on pages 6 and 7, at its June 14th, 2004 meeting. The Committee's Recommendations and the Mayor's Proposed 2005 CIB are the same.

Please refer to pages 6 and 7, which show the projects by major financing sources (Capital Improvement Bonds, Community Development Block Grant, and Municipal State Aid).

The proposed 2005 Capital Improvement Budget is very similar to the 2005 tentatively approved budget (approved on December 17, 2003 with the 2004

adopted CIB), but reflects budget amendments during 2004 that affected the tentatively approved budget, and the addition of two projects (Gustafson-Phalen Ice Arena improvements and White Bear Avenue at East 7th Intersection improvements)

Specific changes to the tentatively approved 2005 budget are (the project numbers refer to the list on pages 6 and 7):

#10 and #83 University Ave/Olive St. Traffic Signal (county law enforcement center): This project was originally funded at \$90,000 of CIB and \$90,000 of MSA in 2005. Public Works completed the project in 2004 using other balances (#50 and #99). The \$90,000 of CIB is reallocated to the Hamms' Fall Restoration Project (#23) and the \$90,000 of MSA to the 2005 Signal Installation Program (#87).

#23 Hamms' Fall Reconstruction project: \$330,000 was reallocated from this project to Jimmy Lee (#5) for final acquisition costs in 2004. To replace the \$330,000, \$90,000 is from the University/Olive project, \$200,000 from the Dale Street Redesign project (#24), which will now receive \$200,000 of MSA, and \$40,000 from the Residential Street Vitality Paving program (#4).

#24 and #91 Dale Street Redesign Project: \$200,000 of CIB is taken from this project for Hamms Falls. \$200,000 in 2005 Railroad Crossing Safety Improvements (#91) is reallocated to the Dale Street Redesign project. This funding switch has no impact on the project as presented in the adopted 2004 and tentatively approved 2005 budget.

#27 Castillo Park Improvements was to receive \$126,000 of CIB in 2005. Due to an accelerated timeline concerning the land swap with La Clinica, Public Works used \$69,000 from the stalled 1998 Phalen Wetlands project to facilitate the land swap in 2004. The \$126,000 is reallocated to the White Bear Avenue and 7th Street project (#43). The Department of Planning and Economic Development (PED) has applied for a \$1 million Met Council Liveable Community grant for street and park improvements at Castillo Park. Awards will be announced later this year.

#43 and #94 White Bear Avenue and 7th Street project: \$226,000 is for intersection reconstruction in 2005, funded with \$126,000 of 2005 CIB from the Castillo Park project (#27) and \$100,000 from 2005 MSA Contingency (#86).

#44 Phalen Ice Arena: \$50,000 is from the 2005 CIB Contingency (#29) and \$50,000 remaining from the \$1 million of 2003 Residential Street Vitality Paving Program (#52) funds frozen in February 2003 as a precautionary response to the State's intention to reduce the City's local government aid.

#91 Railroad Crossing Safety Improvements: This program was budgeted at \$250,000 each year. Since the 2004 budget was adopted, the federal government has issued an interim rule for Quiet Zone whistle blowing that substantially reduces this

program's cost. The 2005 proposed amount is reduced to \$50,000 and \$200,000 is reallocated to the Dale Street Redesign Project (#93). The 2006-07 allocations are also reduced to \$50,000 each year.

71 Capital City Business Development: The 2005 tentatively approved CDBG budget left \$500,000 unallocated. The Administration proposes allocating the \$500,000 to PED's Capital City Business Development fund, which finances commercial property rehabilitation.

B) Identify Specific Residential Street Paving Projects To Be Undertaken in 2005

Notification of this agenda item was received on Friday, September 17th which did not provide adequate time to gather information for distribution with the packet. Advance material will be distributed before next Wednesday's Council Budget Meeting.

C) Identify Arterial Streets Scheduled for Overlays in 2005

Notification of this agenda item was received on Friday, September 17th which did not provide adequate time to gather information for distribution with the packet. Advance material will be distributed before next Wednesday's Council Budget Meeting.

D) Identify Specific Projects and Their Location that are Planned to be Constructed as Part of an Annual Program

Notification of this agenda item was received on Friday, September 17th which did not provide adequate time to gather information for distribution with the packet. Advance material will be distributed before next Wednesday's Council Budget Meeting.

II) Review ½ Cent Sales Tax Program For 2004 and Proposed 2005 and Tentative 2006 (Matt Smith, FSO Director)

Half cent sales tax revenue is distributed to RiverCentre, Neighborhood STAR and Cultural STAR in the following manner: 40% RiverCentre; 50% Neighborhood STAR; 10% Cultural STAR. See page 8 for a 10 year history of ½ cent sales tax receipts.

A) RiverCentre Debt Financing for 2004 and Proposed for 2005

See pages 9 through 11

B) Review Neighborhood STAR Financing and Spending for 2004 and Proposed 2005

Please see pages 12 and 13, which has the 2004 and proposed 2005 STAR budget.

We do not include information on 2006 because the 2006 sales tax revenue projections will be part of the Proposed 2006 budget. At this time, the Administration will also present its proposals on STAR funds for Housing 5000 and general debt service.

C) Review Cultural STAR Financing and Spending for 2004 and Proposed 2005

The September 15, 2004 packet to Council included an attachment which stated that the current fund balance is \$436,060. Because \$8,528 was erroneously double counted, the revised balance is \$427,532. See page 14 for a revised copy of that attachment. All approved projects are still in progress except the following ones that have been completed with a project balance or cancelled (and included in the \$427,532):

Acct. Code	Recipient	Balance
P7-930-90310-0547-77386	Asian Media Access	920.00
P7-930-90310-0547-77503	MN Landmarks Inc	701.39
P7-930-90310-0547-77611	Brilliant Corners	20,000.00

Pages 12 and 13 also provide information on the 2004 and proposed 2005 budgets.

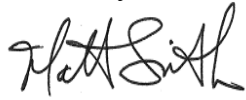
III) Follow Up Questions on Fire Department Rescheduled from September 15, 2004. (Matt Smith, FSO Director and Fire Chief Holton)

- A) What is the major vehicle equipment replacement cycle? (Montgomery, Benanav & Lantry)
- B) What are the smaller equipment needs and how are they being addressed?
- C) What are the plans for expanding fire services to other communities? What services do we presently provide and what is the total revenue generated? (Helgen)

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If you have questions on these subjects, please contact me. Please stand by for additional information early next week. I appreciate your patience and look forward to seeing you Wednesday.

Cordially,

A handwritten signature in black ink, appearing to read "Matt Smith". The signature is fluid and cursive, with the first name "Matt" and last name "Smith" clearly distinguishable.

Matt Smith
Director

cc: Dennis Flaherty
Budget Analysts
Department Directors
Trudy Moloney

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Mayor's Proposed 2005 CIB Budget

Underlined amounts reflect 2004 budget amendments and Mayor's Proposed changes from the 2005 tentatively approved CIB Budget

Capital Improvement Bonds

Projects (uses)	2003	Amended 2004	2005	2006	2007	Total
1 Fire Station # 8	797.0		3,643.0			4,440.0
2 Como Bike Lanes		56.0	357.0			413.0
3 Wellstone Center		696.0				696.0
4 Residential Street Vitality Program		7,272.0	<u>7,525.0</u>	7,000.0	7,000.0	28,797.0
5 Jimmy Lee Recreation Center		<u>580.0</u>	1,000.0	To be Determined		1,580.0
6 Highland Park Picnic Area		1,574.0				1,574.0
7 Highland Pool Bath House			164.0	1,074.0		1,238.0
8 Sandy Lake Soccer Facility		500.0	500.0			1,000.0
9 Indoor Farmers' Market		300.0	200.0			500.0
10 University Ave/Olive St. Traffic Signal		<u>72.1</u>	<u>0.0</u>			72.1
11 Fillmore Street Railroad Crossing - West Side Flat		160.0				160.0
12 Holman Field			1,000.0			1,000.0
13 Southwest Area Maintenance Facility		93.0				93.0
14 Bury Overhead Utility Lines along White Bear Ave		600.0				600.0
15 Lilydale Park Trail Connection			183.0			183.0
16 Phalen Park Play Area		195.0				195.0
17 Cromwell-Bayless-Raymond Traffic Calming		60.0				60.0
18 Bruce Vento Nature Sanctuary - Phase I Dev.		542.0				542.0
19 Prosperity Recreation Center Play Area/Sitework		303.0				303.0
20 Langford Park Play Area and Sitework		347.0				347.0
21 Swede Hollow Park Acq. @ Bruce Vento Trail		700.0				700.0
22 Phalen Corridor Middle Section Park - Design		90.0	100.0			190.0
23 Hamm's Falls Reconstruction		<u>281.0</u>	<u>330.0</u>			611.0
24 Dale Street Redesign		50.0	<u>791.0</u>			841.0
25 Trillium Site Development		150.0				150.0
26 Aldine Park Update		175.0				175.0
27 Castillo Park Improvement, Parking, and Str. Impr.		<u>69.0</u>	<u>0</u>			69.0
28 Bond Sale Costs		200.0	200.0	200.0		600.0
29 CIB Contingency		200.0	<u>200.0</u>	250.0		650.0
30 Citywide Path and Trail Renovation Program		66.0	66.0	66.0	66.0	264.0
31 Citywide Tennis Court Renovation Program		110.0	110.0	150.0	150.0	520.0
32 Citywide Tree Planting Program		300.0	300.0	350.0	350.0	1,300.0
33 Citywide Capital Maintenance Program		900.0	1,000.0	1,000.0		2,900.0
34 Census Tract 9 & 10 Lighting Replacement		100.0	100.0	100.0		300.0
35 Wabasha Bridge Shortfall		380.0	380.0	380.0	380.0	1,520.0
36 Phalen Boulevard - I35E to Johnson Parkway		400.0	400.0	400.0		1,200.0
37 Signal Enhancements/Traffic Channelization Prgm.		100.0	100.0	100.0	100.0	400.0
38 Signal Installation Program		45.0	45.0	45.0	45.0	180.0
39 Citywide Lighting Improvements Program		30.0	30.0	30.0	30.0	120.0
40 Traffic Calming Program		50.0	50.0	50.0	50.0	200.0
41 Pedestrian Traffic Safety Program		50.0	50.0	50.0	50.0	200.0
42 <u>Public Safety Emergency Communication System</u>		<u>1,345.0</u>				1,345.0
43 <u>White Bear Ave at 7th Intersection Improvements</u>			<u>126.0</u>			126.0
44 <u>Phalen Ice Arena</u>			<u>100.0</u>			100.0
45 Total projects (uses):	797.0	19,141.1	19,050.0	11,245.0	8,221.0	58,454.1
46						
47 Resources (sources)						
48 CIB bonds		19,000.0	19,000.0	19,000.0	19,000.0	76,000.0
49 2003 RSVP "frozen balance" for FS #8	797.0					797.0
50 2002, 2003 Signal Installation balances (for Univ/Olive project)		<u>72.1</u>				72.1
51 1998 Phalen Wetlands Phase II project balance (for Castillo)		<u>69.0</u>				
52 Remaining 2003 RSVP "frozen balance"			<u>50.0</u>			50.0
53 Total resources available:	797.0	19,141.1	19,050.0	19,000.0	19,000.0	76,919.1
54						
55 CIB resources minus projects	0.0	0.0	0.0	7,755.0	10,779.0	18,465.0

Community Development Block Grant

Projects (uses)	Adopted		2005	2006	2007	Total
	2003	2004				
56 Wellstone Center	500.0	604.0	500.0	1,382.0	82.0	3,068.0
57 Vacant & Hazardous Building Demolition		200.0	200.0			400.0
58 East Side Home Improvement Revolving Loan Fund		400.0	400.0			800.0
59 Ames Lake Neighborhood - Dev. GAP Financing		1,000.0	1,000.0			2,000.0
60 Neighborhood Revitalization Acquisition Fund		500.0	500.0			1,000.0
61 Payne Arcade Business Investment Fund		150.0	150.0			300.0
62 Home Improvement Plus		150.0	150.0			300.0
63 Home Ownership Development Fund		500.0	500.0			1,000.0
64 Frogtown Flexible Fund for Housing Redev.		150.0	150.0			300.0
65 Home Purchase and Rehabilitation Fund		1,000.0	1,000.0			2,000.0
66 Housing Real Estate Development Fund		1,150.0	1,150.0			2,300.0
67 Home Improvement Lending Program		350.0	350.0			700.0
68 Community Collaboration for Home Ownership		500.0	500.0			1,000.0
69 Frogtown Facelift Home Rehab Loan Fund		200.0	200.0			400.0
70 Economic Development - Loan Leverage Fund		150.0	0.0			150.0
71 Capital City Business Development		850.0	500.0			1,350.0
72 Total projects (uses):	500.0	7,854.0	7,250.0	1,382.0	82.0	17,068.0
73						
74 Resources (sources)						
75 Project balances transferred to Wellstone in 2003	<u>500.0</u>					500.0
76 Annual CDBG grant		7,250.0	7,250.0	?	?	14,500.0
77 CDBG-Rice Street balance		<u>300.0</u>				300.0
78 CDBG-remaining Rice St Library balance		<u>304.0</u>				304.0
79 Total resources available:	500.0	7,854.0	7,250.0	0.0	0.0	15,604.0
80						
81 CDBG resources minus projects	0.0	0.0	0.0	(1,382.0)	(82.0)	(1,464.0)

Municipal State Aid

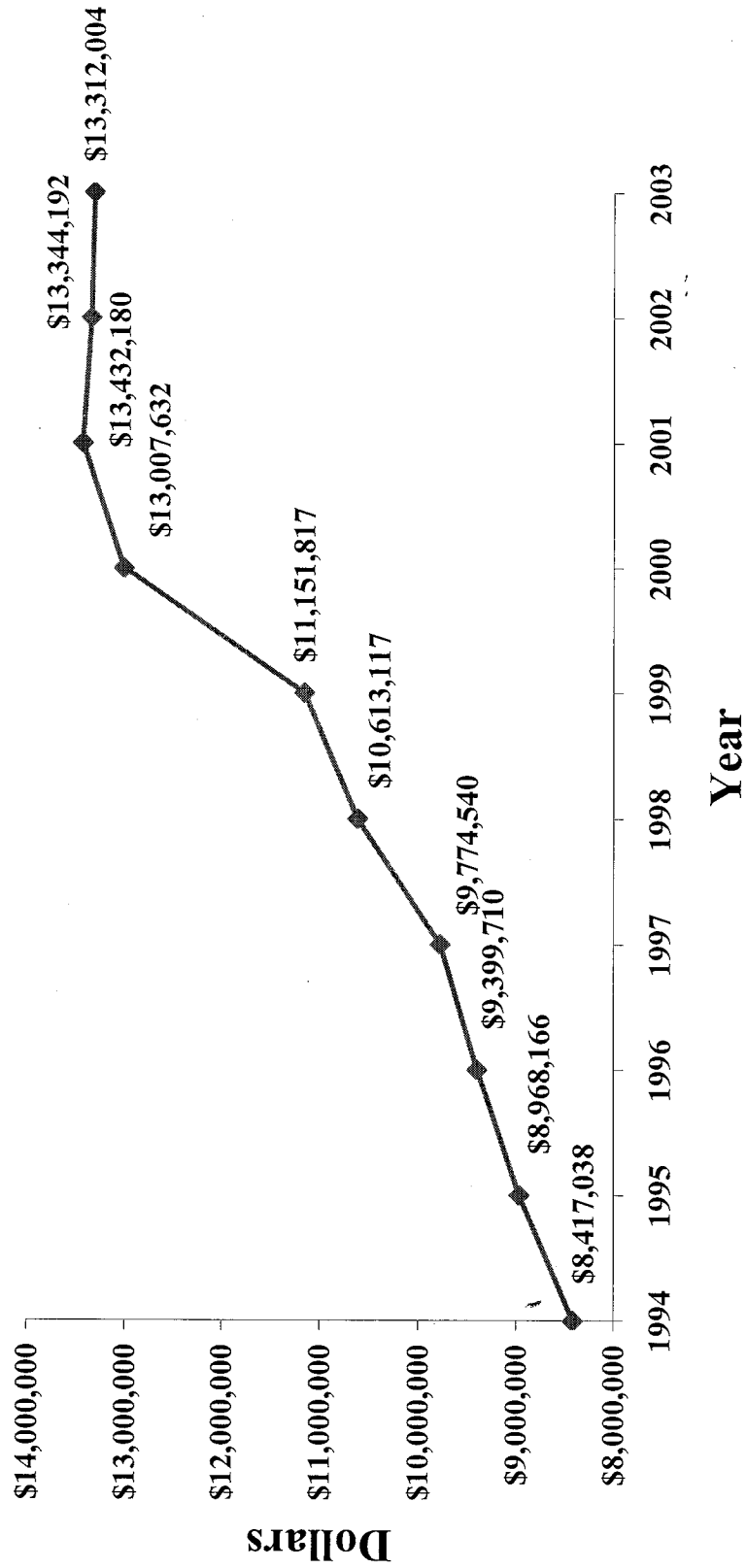
Projects (uses)	Amended		2005	2006	2007	Total
	2003	2004				
82 Edgewater Boulevard Reconstruction		1,127.0	0.0	0.0	0.0	1,127.0
83 University Avenue @ Olive Street - Traffic Signal		<u>186.5</u>	<u>0.0</u>	0.0	0.0	186.5
84 Downtown Street Redesign		0.0	1,116.0	1,500.0	0.0	2,616.0
85 Phalen Boulevard - I35E to Johnson Parkway		1,900.0	3,039.0	2,090.0	0.0	7,029.0
86 Municipal State Aid Contingency		<u>332.3</u>	<u>150.0</u>	300.0	300.0	1,082.3
87 Signal Installation Program		105.0	<u>195.0</u>	105.0	105.0	510.0
88 White Bear Avenue at Minnehaha & Maryland		600.0	150.0	1,100.0	300.0	2,150.0
89 Maryland Avenue Bridge over BN RR Bridges		750.0	0.0	0.0	0.0	750.0
90 Bicycle Route Connection		18.0	0.0	0.0	0.0	18.0
91 Railroad Crossing Safety Improvements		250.0	<u>50.0</u>	<u>50.0</u>	<u>50.0</u>	400.0
92 Londin Lane - Lower Afton to McKnight				669.0		669.0
93 <u>Dale Street Redesign</u>			<u>200.0</u>			200.0
94 <u>White Bear Ave at 7th Intersection Improvements</u>			<u>100.0</u>			100.0
95 Total projects (uses):	0.0	5,268.8	5,000.0	5,814.0	755.0	16,837.8
96						
97 Resources (sources)						
98 Annual MSA allocation		5,000.0	5,000.0	?	?	10,000.0
99 2002, 2003 Signal Installation balances (for Univ/Olive project)		<u>186.5</u>				
100 Various project close-outs (placed in MSA Contingency)		<u>82.3</u>				82.3
101 Total resources available:	0.0	5,268.8	5,000.0	0.0	0.0	10,082.3
102						
103 MSA resources minus projects	0.0	0.0	0.0	(5,814.0)	(755.0)	(6,755.5)

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City of Saint Paul - 1/2 Cent Sales Tax Receipts

10 Year History

1994-2003



Note: Starting in 2000, sales tax collections include use tax.

(Conservative Sales Tax)

RiverCenter Revenues					RiverCenter Debt Expenses									
Year	40% Sales Tax	Hotel Tax (\$220,000)	Net Revenues (Budgeted for Debt service and RR Fund)	Total Net Revenues	Major Repair and Equipment Replacement Fund (annual deposit)	1996 Convention Center Sales Tax Bonds	1999 Arena Sales Tax Bonds	2000 Parking Facility Lease Revenue Bonds (Net Debt Service)	1998 Kitchen Equipment Lease	Sale/Leaseback (the \$660,000)	Flexible payments to City/HRA			
											People	Moose	Wilkins Cultural	Interest on 1996 Sales Tax Advance
											(combined)	Loan	Star Loan	\$ 300,000
2002	\$ 5,337,677		\$ 756,457	\$ 6,094,134	\$ 125,000	\$ 4,558,225	\$ 779,452	\$ 400,000	\$ 231,457	\$ 125,000	-	-	-	-
2003	\$ 5,240,000		\$ 871,457	\$ 6,111,457	\$ 125,000	\$ 4,428,860	\$ 810,160	\$ 415,000	\$ 231,457	\$ 100,000	-	-	-	-
2004	\$ 5,360,000		\$ 874,457	\$ 6,234,457	\$ 125,000	\$ 4,428,081	\$ 487,489	\$ 415,000	\$ 231,457	\$ 100,000	-	-	-	-
2005	\$ 5,444,948		\$ 874,457	\$ 6,319,405	\$ 125,000	\$ 4,430,315	\$ 781,247	\$ 415,000	\$ 231,457	\$ 100,000	\$ 141,265	\$ 141,265	\$ 141,265	\$ 141,265
2006	\$ 5,564,737		\$ 874,457	\$ 6,439,194	\$ 150,000	\$ 4,430,451	\$ 777,143	\$ 657,928	\$ 231,457	\$ 100,000	\$ 141,265	\$ 141,265	\$ 141,265	\$ 141,265
2007	\$ 5,687,161		\$ 874,457	\$ 6,561,618	\$ 150,000	\$ 4,428,290	\$ 751,449	\$ 758,559	\$ 231,457	\$ 100,000	\$ 141,265	\$ 141,265	\$ 141,265	\$ 141,265
2008	\$ 5,812,279		\$ 874,457	\$ 6,686,736	\$ 150,000	\$ 4,428,831	\$ 724,927	\$ 835,943	\$ 231,457	\$ 200,000	\$ 141,265	\$ 141,265	\$ 141,265	\$ 141,265
2009	\$ 5,940,149	\$ 220,000	\$ 899,752	\$ 7,059,901	\$ 150,000	\$ 4,428,625	\$ 697,309	\$ 936,245	\$ 231,457	\$ 475,000	\$ 141,265	\$ 141,265	\$ 141,265	\$ 141,265
2010	\$ 6,070,832	\$ 220,000	\$ 923,747	\$ 7,214,579	\$ 175,000	\$ 4,428,073	\$ 319,978	\$ 1,026,306	\$ 231,457	\$ 642,500	\$ 141,265	\$ 141,265	\$ 141,265	\$ 141,265
2011	\$ 6,204,391	\$ 220,000	\$ 926,863	\$ 7,351,254	\$ 175,000	\$ 4,428,224	\$ 349,769	\$ 1,142,040	\$ 231,457	\$ 642,500	\$ 141,265	\$ 141,265	\$ 141,265	\$ 141,265
2012	\$ 6,340,987	\$ 220,000	\$ 928,881	\$ 7,489,868	\$ 175,000	\$ 4,431,227	\$ 406,587	\$ 1,230,331	\$ 231,457	\$ 642,500	\$ 141,265	\$ 141,265	\$ 141,265	\$ 141,265
2013	\$ 6,480,387	\$ 220,000	\$ 921,871	\$ 7,622,258	\$ 175,000	\$ 4,431,036	\$ 372,282	\$ 1,303,719	\$ 231,457	\$ 642,500	\$ 141,265	\$ 141,265	\$ 141,265	\$ 141,265
2014	\$ 6,622,955	\$ 220,000	\$ 934,959	\$ 7,777,914	\$ 225,000	\$ 4,430,548	\$ 1,338,601	\$ 1,952,589	\$ 231,457	\$ 642,500	\$ 141,265	\$ 141,265	\$ 141,265	\$ 141,265
2015	\$ 6,768,660	\$ 220,000	\$ 931,758	\$ 7,920,418	\$ 255,000	\$ 4,428,065	\$ 1,338,601	\$ 1,952,589	\$ 231,457	\$ 642,500	\$ 141,265	\$ 141,265	\$ 141,265	\$ 141,265
2016	\$ 6,917,571	\$ 220,000	\$ 931,758	\$ 8,069,329	\$ 255,000	\$ 4,428,387	\$ 2,313,317	\$ 2,313,317	\$ 231,457	\$ 642,500	\$ 141,265	\$ 141,265	\$ 141,265	\$ 141,265
2017	\$ 7,069,757	\$ 220,000	\$ 931,758	\$ 8,221,515	\$ 255,000	\$ 4,430,063	\$ 2,271,542	\$ 2,271,542	\$ 231,457	\$ 642,500	\$ 141,265	\$ 141,265	\$ 141,265	\$ 141,265
2018	\$ 7,225,292	\$ 220,000	\$ 931,758	\$ 8,377,050	\$ 255,000	\$ 4,430,545	\$ 2,226,389	\$ 2,226,389	\$ 231,457	\$ 642,500	\$ 141,265	\$ 141,265	\$ 141,265	\$ 141,265
2019	\$ 7,384,249	\$ 220,000	\$ 931,758	\$ 8,536,007	\$ 255,000	\$ 4,431,533	\$ 2,181,823	\$ 2,181,823	\$ 231,457	\$ 642,500	\$ 141,265	\$ 141,265	\$ 141,265	\$ 141,265
2020	\$ 7,546,702	\$ 220,000	\$ 931,758	\$ 8,698,460	\$ 255,000	\$ 4,431,827	\$ 1,786,223	\$ 1,786,223	\$ 231,457	\$ 642,500	\$ 141,265	\$ 141,265	\$ 141,265	\$ 141,265
2021	\$ 7,712,729	\$ 220,000	\$ 931,758	\$ 8,864,487	\$ 255,000	\$ 4,430,528	\$ 1,786,223	\$ 1,786,223	\$ 231,457	\$ 642,500	\$ 141,265	\$ 141,265	\$ 141,265	\$ 141,265
2022	\$ 7,882,410	\$ 220,000	\$ 931,758	\$ 9,034,168	\$ 255,000	\$ 4,428,936	\$ 1,786,223	\$ 1,786,223	\$ 231,457	\$ 642,500	\$ 141,265	\$ 141,265	\$ 141,265	\$ 141,265
2023	\$ 8,055,923	\$ 220,000	\$ 931,758	\$ 9,207,681	\$ 255,000	\$ 2,180,902	\$ 1,786,223	\$ 1,786,223	\$ 231,457	\$ 642,500	\$ 141,265	\$ 141,265	\$ 141,265	\$ 141,265
2024	\$ 8,233,051	\$ 220,000	\$ 931,758	\$ 9,384,809	\$ 255,000				\$ 231,457	\$ 642,500	\$ 141,265	\$ 141,265	\$ 141,265	\$ 141,265
2025	\$ 8,414,178	\$ 220,000	\$ 931,758	\$ 9,565,936	\$ 255,000				\$ 231,457	\$ 642,500	\$ 141,265	\$ 141,265	\$ 141,265	\$ 141,265
2026	\$ 8,599,290	\$ 220,000	\$ 931,758	\$ 9,751,048	\$ 255,000				\$ 231,457	\$ 642,500	\$ 141,265	\$ 141,265	\$ 141,265	\$ 141,265
2027	\$ 8,788,474	\$ 220,000	\$ 931,758	\$ 9,940,232	\$ 255,000				\$ 231,457	\$ 642,500	\$ 141,265	\$ 141,265	\$ 141,265	\$ 141,265
2028	\$ 8,981,820	\$ 220,000	\$ 931,758	\$ 10,133,578	\$ 255,000				\$ 231,457	\$ 642,500	\$ 141,265	\$ 141,265	\$ 141,265	\$ 141,265
2029	\$ 9,179,420	\$ 220,000	\$ 931,758	\$ 10,331,178	\$ 255,000				\$ 231,457	\$ 642,500	\$ 141,265	\$ 141,265	\$ 141,265	\$ 141,265
2030	\$ 9,381,368	\$ 220,000	\$ 931,758	\$ 10,533,126	\$ 255,000				\$ 231,457	\$ 642,500	\$ 141,265	\$ 141,265	\$ 141,265	\$ 141,265
2031	\$ 9,588,962	\$ 220,000	\$ 931,758	\$ 10,739,720	\$ 255,000				\$ 231,457	\$ 642,500	\$ 141,265	\$ 141,265	\$ 141,265	\$ 141,265
Totals	\$ 205,093,160		\$ 11,702,350	\$ 221,855,510	\$ 6,235,000	\$ 95,336,561	\$ 19,828,663	\$ 9,661,071	\$ 2,777,484	\$ 5,155,000	\$ 3,672,890	\$ 1,525,000	\$ 300,000	\$ 300,000

Sales Tax Collection assumptions
2002 actual collections 13,344,192.06 * .40 = 5,337,677
2003 budget of \$13.1M * .40 = 5,240,000
2004 budget of \$13.4M * .40 = 5,360,000
2005-2031 Same as debt workout as adopted in 2002 (2.2% growth assumed).

(Conservative Sales Tax)

Year	RiverCenter Revenues			
	40% Sales Tax	Hotel Tax (\$220,000) Budgeted for Del service and RR Fund	Net Revenues Budgeted for Del service and RR Fund	Total Net Revenues
2004	\$ 5,360,000		\$ 634,762	\$ 5,994,762
2005	\$ 5,444,948		\$ 779,336	\$ 6,224,284

RiverCenter Debt Expenses											
Year	Payable through bond covenants					Flexible payments to City/HRA					
	1996 Convention Center Sales Tax Bonds	1999 Arena Sales Tax Bonds	Repayment to STAR Per 1996 Indenture	2000 Parking Facility Lease Revenue Bonds (Net Debt Service)	1998 Kitchen Equipment Lease	Sale/Leaseback (the \$660,000)	People Connection (combined)	Moose Loan	Wilkins Cultural Star Loan	Interest on 1996 Sales Tax Advance	
2004	\$ 4,429,081	\$ 487,489	\$ 1,796,337	\$ 415,000	\$ 231,457	\$ 5,155,000	\$ -	\$ 1,525,000	\$ 300,000		
2005	\$ 4,430,315	\$ 781,247	\$ 206,735	\$ 415,000	\$ 231,457	\$ 100,000	\$ 141,265				

ADOPTED SALES TAX REVENUES- 2004 (Dec 17, 2003 estimates)				
	RiverCentre	Neighborhood STAR	Cultural STAR	Totals
Sales Tax Revenue	\$5,467,200	\$6,834,000	\$1,366,800	\$13,668,000
Loan Repayments		\$617,800	\$21,900	\$639,700
RiverCentre Loan Repayment to STAR		\$31,592	\$6,318	\$37,910
Investment Earnings	\$20,000	\$317,602	\$56,875	\$394,477
Investment Earnings-Bond Reserve		\$100,000		\$100,000
Use of Fund Balance		\$961,747	\$32,238	\$993,985
Totals	\$5,487,200	\$8,862,741	\$1,484,131	\$15,834,072
SPENDING-ADOPTED 2004 BUDGET				
	RiverCentre	Neighborhood STAR	Cultural STAR	Totals
RiverCentre Debt Service	\$5,153,265			\$5,153,265
RiverCentre Loan Repayment to STAR	\$37,910			\$37,910
Housing 5000		\$5,000,000		\$5,000,000
Transfer to General Debt Service Budget		\$2,621,737		\$2,621,737
Neighborhood STAR program		\$1,000,000		\$1,000,000
Neighborhood Invest. Initiative Program		\$141,004		\$141,004
Council Contingency		\$100,000		\$100,000
Cultural STAR			\$1,427,256	\$1,427,256
Transfer to General Fund	\$296,025		\$56,875	\$352,900
Totals	\$5,487,200	\$8,862,741	\$1,484,131	\$15,834,072

SALES TAX REVENUE PROJECTIONS - 2005

	RiverCentre	Neighborhood STAR	Cultural STAR	Totals
Sales Tax Revenue	\$5,576,544	\$6,970,680	\$1,394,136	\$13,941,360
Loan Repayments		\$900,000	\$22,300	\$922,300
Interest Earnings	\$20,000	\$444,600	\$79,200	\$543,800
Use of Fund Balance	\$0	\$366,156	\$0	\$366,156
Totals	\$5,596,544	\$8,681,436	\$1,495,636	\$15,773,616

SPENDING-PROPOSED 2005 BUDGET

	RiverCentre	Neighborhood STAR	Cultural STAR	Totals
RiverCentre Debt Service	\$5,596,544			\$5,596,544
Housing 5000		\$4,000,000		\$4,000,000
Transfer to General Debt Service Budget		\$3,681,436		\$3,681,436
Neighborhood STAR program		\$1,000,000		\$1,000,000
Cultural STAR			\$1,416,436	\$1,416,436
Transfer to General Fund			\$79,200	\$79,200
Totals	\$5,596,544	\$8,681,436	\$1,495,636	\$15,773,616

2004 CULTURAL STAR PROGRAM BUDGET ANALYSIS @ 9-17-04

ADOPTED 2004 BUDGET

2004 FINANCING Plan - Adopted 12-17-03		
a	SalesTax Revenues @ 10%	1,366,800
b	SalesTax Rev. Fr. RiverCentre	6,318
c	STAR Prog.: Loan Repayments	21,900
d	Investment Earnings	56,875
e	Use Of 12-31-03 Fund Bal.	32,238
f	Total Financing	1,484,131

2004 SPENDING Plan - Adopted 12-17-03		
a	Science Museum Note Repay.	In line b
b	Cultural Program	1,427,256
c	Transfer To General Fd (Earnings)	56,875
d	Total Spending	1,484,131

REVISED 2004 BUDGET

	<u>Adopted</u>
1 2004 SalesTax Revenues @ 10%	1,366,800
2 2004 SalesTax Rev. Fr. RiverCentre	6,318
3 STAR Prog.: Loan Repayments	21,900
4 2004 Investment Earnings	56,875
5 Use Of 12-31-03 Fund Bal.	32,238
6 Total Adopted Financing	1,484,131

OFS Version Variance From
09/14/04 Adopted

		1,366,800	0
	paid off in 2003	0	0
		43,819	21,919
		56,875	0
		238,688	206,450
7 Science Museum Loan Account (R. Wilkens Dance)		250,000	
8 Science Museum Loan Account - Remaining Fund Bal.		393,183	
9 2003 Program \$ Reprogrammed for Pedicab		8,528	
10 2003 Program \$ Reprogrammed for Childrens Museum		9,100	
11 2002 Program \$ Reprogrammed - Brilliant Corners		20,000	
12 Available project balance-Asian Media Access		920	
13 Available project balance-MN Landmarks Inc		701	
14 2002 Cult. Prog. Unprogrammed (available to allocate)		6,396	
15 2003 Cult. Prog. Unprogrammed (available to allocate)		52,254	
16 Total Updated Financing		2,447,264	

17 Transfer 2004 Interest Earnings to General Fund	56,875
18 Direct Administrative Costs - PED Staff	43,800
19 Direct Administrative Costs - Loan Origination Fees	zero
Council approved 2004 before 8-18-04:	
20 St. Paul Pedicab Program:	8,528
21 Mn Childrens Museum -Creativity of Young Child	9,100
22 Roy Wilkins Dance Floor	250,000
23 Ruminator Book Store - Approved	50,000
24 Ruminator Book Store Canceled at 8-18-04	-50,000
25 New Projects Council Approved 8-18-04, Before Mayor's Veto	1,489,183
26 St.Paul Foundation 1-1-05 Loan Repay With 2004 Cultural STAR(also \$30,000 Franchise \$)	286,746
27 New Projects Vetoed By Mayor Kelly 8-26-04	-124,500
28 Total Approved Spending	2,019,732

FINANCING IS GREATER THAN SPENDING:

427,532